GOVERNMENT OF INDIA
PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS
LOK SABHA

UNSTARRED QUESTION NO:5758
ANSWERED ON:25.04.2001
HIGH CHARGES OF KENDRIYA BHANDAR
RAGHUNATH JHA

Will the Minister of PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS be pleased to state:

(a) whether it is a fact that Kendriya Bhandar is charging 9% profit on the sale of stationery to the Government Departments while the NCCF is charging only 5% profit;

(b) if so, the reasons therefor;

(c) whether the Kendriya Bhandar is taking supplies from the suppliers on credit ranging from 15 days to 40 days and even more in the cases of computer sales etc. so also the NCCF;

(d) whether the Government propose to direct the Kendriya Bhandar to bring down its margin of profits; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE OF DEPARTMENT OF PERSONNEL AND TRAINING AND DEPARTMENT OF PENSIONS AND PENSIONERS WELFARE IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS (SMT. VASUNDHARA RAJE)

(a)&(b):Kendriya Bhandar is charging margin on sale of stationery items ranging from 3% to 9% to meet its overhead expenditure. Whenever competitive quotation is submitted against the tenders, this is reduced to nominal margins. However, the gross profit of Kendriya Bhandar during the year 1999-2000 was 4.61% only.

NCCF charges 5% margin on sale of stationery and other office use items to the Government Departments.

(c): Kendriya Bhandar is taking supplies from the suppliers on credit basis for a period upto 40 days depending upon the movement of the product while, it is supplying stationery items to the Government Department on credit basis on an average period of 60 days. The NCCF is taking supplies on credit basis ranging from 30 days and more from its suppliers of various items including computer purchases from them.

(d): No such proposal is under consideration of the Government.

(e): Does not arise in view of reply to part (d) above.